

Division of: Ontario
Division No.: 09 - Toronto
Estate Number: 31-3084587
Court Number: 31-3084587

**IN THE MATTER OF THE BANKRUPTCY OF
2351753 ONTARIO INC.
OF THE CITY OF RICHMOND HILL
IN THE PROVINCE OF ONTARIO**

**REPORT OF THE TRUSTEE'S PRELIMINARY ADMINISTRATION
OF THE ESTATE OF 2351753 ONTARIO INC.**

Introduction

1. 2351753 Ontario Inc., otherwise known as JPA Trading Inc. (“**JPA Trading**” or the “**Company**”) commenced operations in 2012 but was taken over by its current ownership in 2017.
2. On May 27, 2024, JPA Trading assigned itself into bankruptcy (“**Date of Bankruptcy**”) and Dodick Landau Inc. was appointed as Trustee in Bankruptcy of the estate of JPA Trading (the “**Trustee**”).

Background

3. JPA Trading was in the business of truck driving.
4. The Company experienced significant cash flow challenges following the onset of the COVID-19 pandemic. These challenges included being unable to drive for periods because of the various orders issued by the provincial government and even as driving resumed demand for the service had decreased significantly.
5. Government support was made available during the pandemic including the CERB loan which temporarily supported the businesses cash flows. However, expenses had increased, including fuel and revenue continued to be lower than prior to the start of the pandemic. Faced with an inability to repay its debts and no financially feasible path forward, the Company decided to cease operations and assign itself into bankruptcy to stop incurring operating losses.

Insolvency Proceeding

6. Following its appointment, the Trustee distributed a Notice of Bankruptcy, a copy of the Statement of Affairs and a Proof of Claim form with instructions to all known creditors and shareholders, as well as placed a Notice of Bankruptcy ad in the Toronto Sun.

Assets

7. As summarized in the Statement of Affairs, JPA Trading has no remaining assets as of the Date of Bankruptcy.

Books and Records

8. The Trustee has received the books and records but has not yet had an opportunity to review all of them.

Provable Claims

9. At the date of this report, the Trustee has received no proofs of claim.
10. The Statement of Affairs lists five unsecured creditors with potential provable claims totalling \$83,054.02 including BMO Financial Group in respect of certain credit card debt and a CERB loan, and Canada Revenue Agency in respect of payroll taxes, HST and corporate tax.

Anticipated Realizations and Projected Distribution

11. The Trustee expects that there will be no proceeds remaining for the unsecured creditors of JPA Trading.

Transfers at Undervalue and Preferential Payments

12. To date, the Trustee has not commenced a review of JPA Trading's records in the Trustee's possession to determine if there are any potential transfers at undervalue or preferential transactions.

Third-Party Deposit

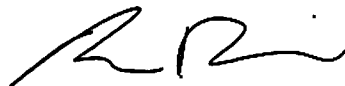
13. Prior to the commencement of the Bankruptcy proceeding, the Trustee obtained a retainer deposit totalling \$12,430 as security for a portion of the costs of the Bankruptcy administration.

Dated at Toronto, Ontario, this 13th day of June 2024.

DODICK LANDAU INC.

Acting solely as Trustee in Bankruptcy
of the Estate of 2351753 Ontario Inc.,
and not in its personal or corporate capacity.

Per:



Rahn Dodick CPA, CA, CIRP, LIT
President